



SAN DIEGO  
HOUSING  
COMMISSION

# San Diego Housing Commission Fiscal Year 2010 Audit Presentation

By John Pfeiffer  
and Joelle Verbestel  
January 10, 2011



# Financial Overview of SDHC

- We have approximately 259 employees
- Our final budget for FY2010 was \$322 million
- We have over 108 individual grants and ongoing programs, with out general funding
- Our largest program is Section 8, where we serve clients at 30% AMI, is funded at \$150 Million
- Our services include rental assistance, special housing assistance, workforce and economic development, homeownership, rehabilitation of homes and projects, rental housing development, and property management
- As of the June 30, 2010 the Commission had over 1,900 units of affordable housing with plans to acquire more



# FY2009-10 Financial Highlights

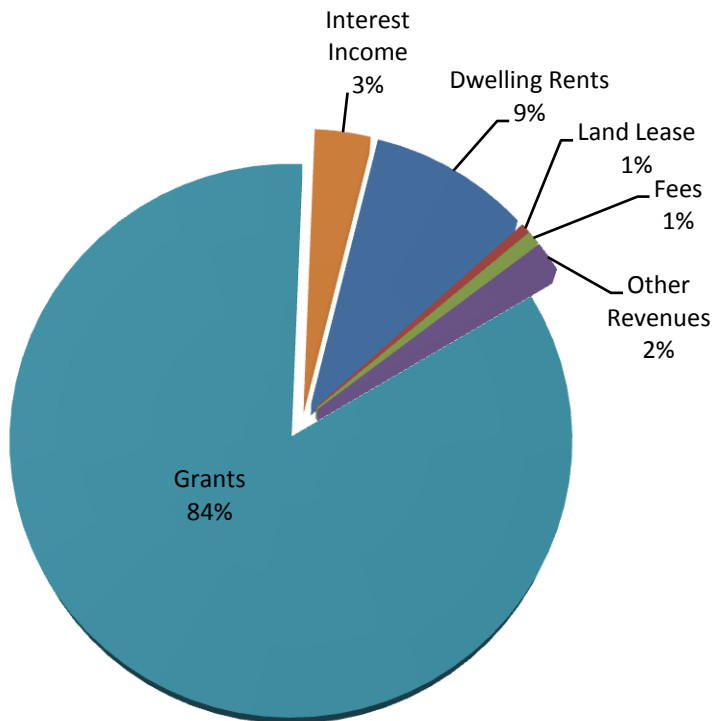
- Smart Corner Building fully leased up
- The Commission obtained a AA- rating from S&P, the highest rating given in the affordable housing industry
- The Commission purchased and sold 8 foreclosed homes and assisted 50 first time home buyers with the NSP fund
- The Commission utilized \$2 million in ARRA funds to acquire a 40 unit development, Vista Verde.
- In FY2010 the Housing Commission acquired 130 units of new affordable housing.
- The Commission hired an independent consultant to review our indirect costs and our indirect cost rate was identified at 3.2%, very low for a government agency.



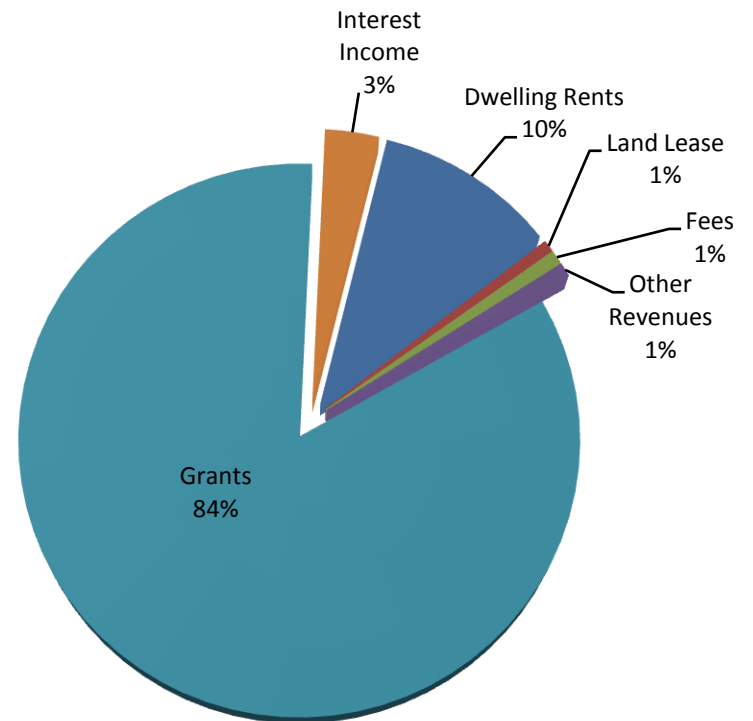


SAN DIEGO  
HOUSING  
COMMISSION

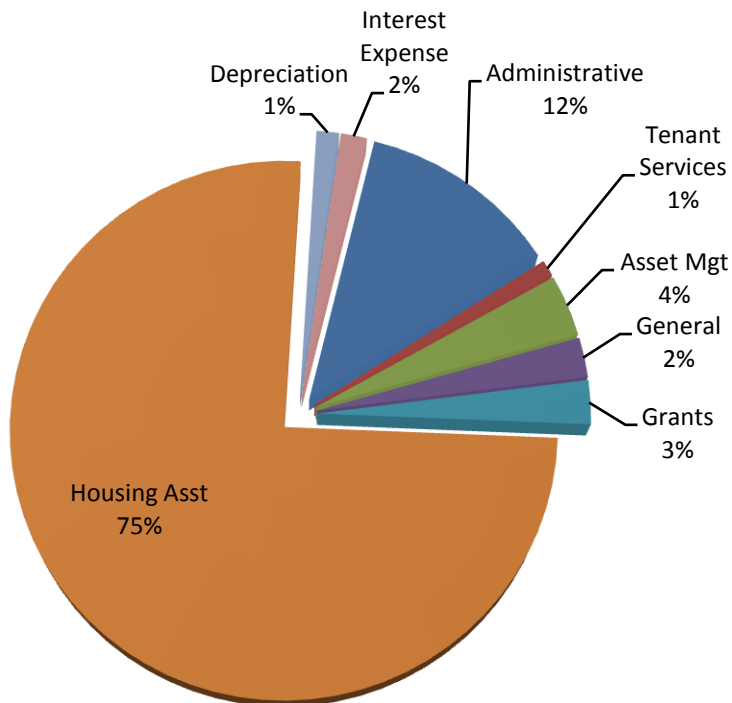
**June 30, 2010**  
**Income - \$224,660,669**



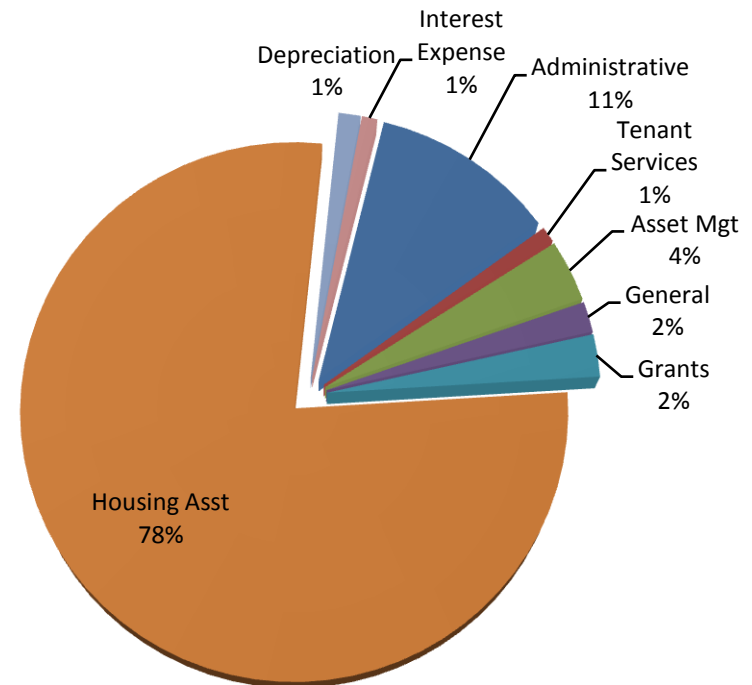
**June 30, 2009**  
**Income - \$201,924,736**



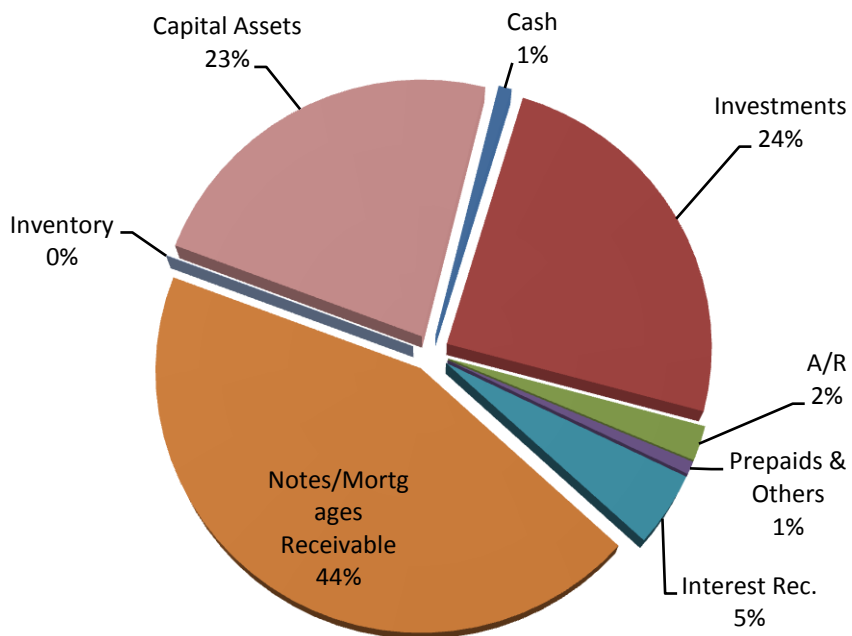
**June 30, 2010**  
**Expense - \$192,186,317**



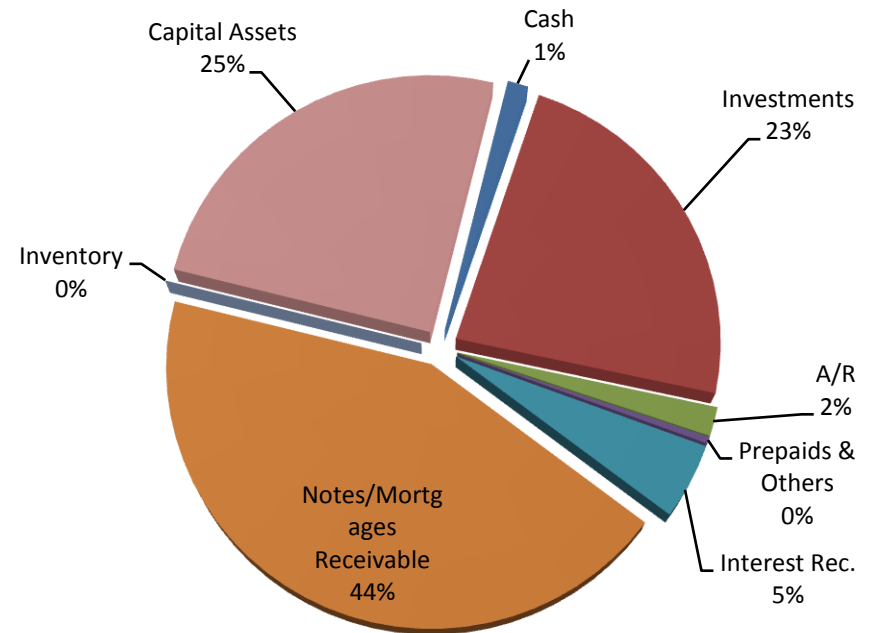
**June 30, 2009**  
**Expense - \$180,378,592**



**June 30, 2010**  
**Assets - \$462,854,933**



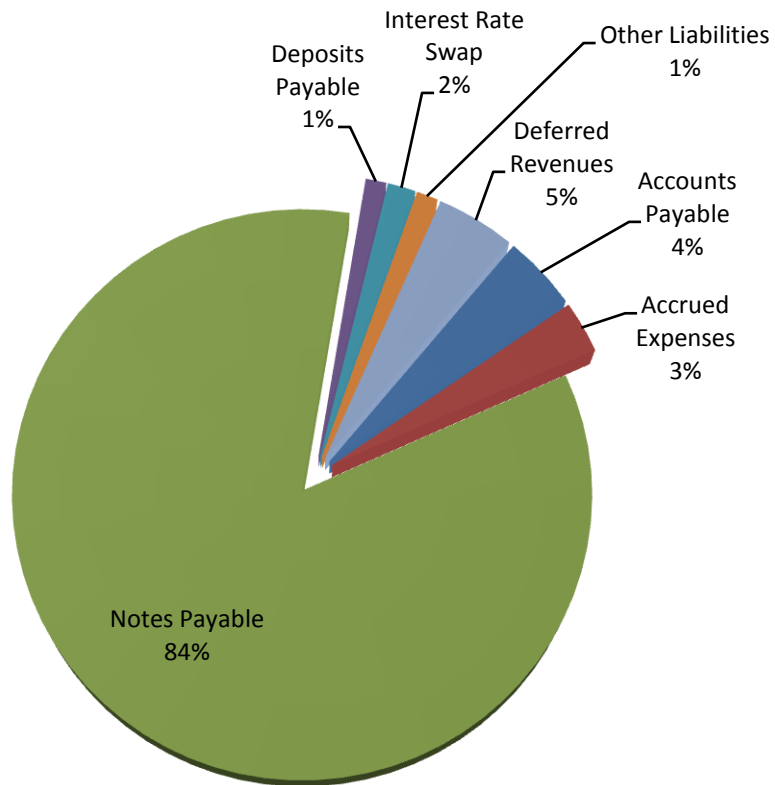
**June 30, 2009**  
**Assets - \$388,872,601**



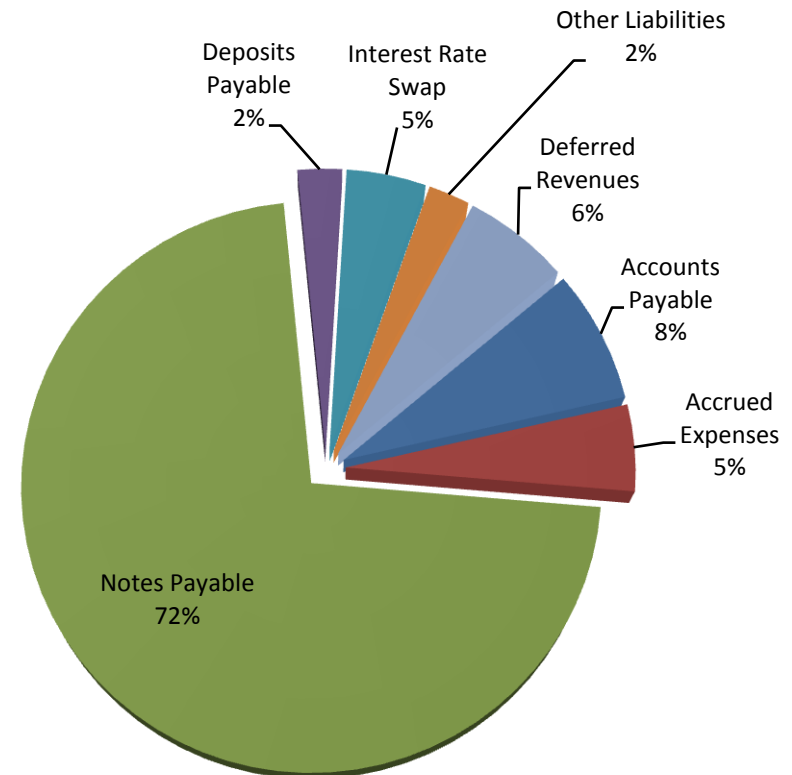


SAN DIEGO  
HOUSING  
COMMISSION

**June 30, 2010**  
**Liabilities - \$80,016,957**



**June 30, 2009**  
**Liabilities - \$38,508,976**



# Move-to-Work Highlights

- Established a HCV homeownership program
- Increase housing choices
  - Eliminating 40% Affordability cap
  - Moving for opportunity Program
  - Revolving Security Deposit loan fund
  - Increase payment standards in low-poverty areas
  - Undertake Public Housing development
- Achievement Academy to encourage self sufficiency





# Comprehensive Annual Financial Report

- Three basic sections
  - Introductory
  - Financial
  - Statistical

|                                    |                         |  |
|------------------------------------|-------------------------|--|
| Letter of Transmittal              | Introductory<br>Section | Comprehensive<br>Annual Financial Report |
| GFOA Certificate of Achievement    |                         |  |
| Organization Chart                 |                         |  |
| Independent auditors letter        | Financial<br>Section    |  |
| Management Discussion and Analysis |                         |  |
| Basic Financial Statements         |                         |  |
| Noted to the Financial Statements  |                         |  |
| Required Supplementary Information |                         |  |
| Trend Data and Non Financial Data  | Statistical<br>Section  |  |



# Highlights of the Notes to the Financial Statements

## *Note 1 – Organization pg 32*

Creation of the three blended units

## *Note 3 – Cash, cash equivalents and investments pg 40*

New investment pool – San Diego County Investment Pool

## *Note 8 – Prepaid items and other assets pg 52*

Intangible assets

## *Note 9 Notes Payable pg 53*

New loans

## *Note 10 Lease Commitments pg 55*

New leases

## *Note 19 Subsequent Events pg 65*

Where do we start



# Fiscal Year 2010 Audit

- Reznick Group Over view
- Questions

THANK YOU

